GOVERNMENT OF INDIA
STEEL
LOK SABHA

UNSTARRED QUESTION NO:3226
ANSWERED ON:06.09.2007
EXPENDITURE ON SOCIAL SERVICES AND COMMUNITY DEVELOPMENT
Murmu Shri Hemlal

Will the Minister of STEEL be pleased to state:

(a) whether the steel companies Plan to spend a sum of Rs. 230 crore on social services and community development during the current financial year;

(b) if so, the details thereof;

(c) the details of amount actually spent and likely to be spent by these companies, particularly by Bokaro Steel Ltd. on such services during the last three years and current year, till date;

(d) whether the Government has fixed any norms for social services and community development; and

(e) if so, the details thereof ?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF STEEL (DR. AKHILESH DAS)

(a) & (b) : The details regarding expenditure on schemes relating to Social Services and Community Development for the Steel companies under the Ministry of Steel during the current financial year are detailed at ANNEXURE.

(c) : The details of expenditure incurred by the PSUs particularly by Bokaro Steel Plant on Corporate Social Responsibility during the last three years and the current year are as follows:

(Rupees in lakhs)

S. No.	Name of the Company	Amount spent during the last three years 2004-05 2005-06 2006-07	Budget Provision (Amount likely to be spent during the current year 2007-08	Amount spent till first quarter (April-June), 2007-08
1	SAIL	137.69 596.51 1978.26	10000.00	490.00
2.	Bokaro Steel Ltd.	27.87 104.41 278.72	2068.39	22.00
3.	RINL	9.50 13.50 116.00	2700.00	77.67
4.	SIIL	4.42 3.17 5.59	15.75	7.00
5.	MSTC	- 7.00 31.00	118.00	10.00
6.	FSNL	0.20 0.20 2.35	6.00	2.00
7	BRL	55.00 58.00 63.00	13.00	15.12
8.	MECON	6.39 7.94 11.61	20.90	2.20
9.	KIOCL	310.00 175.00 136.00	200.00	40.00
10.	NMDC	926.00 867.00 2448.00	8900.00	285.11
11.	MOIL	- 60.00 71.00	300.00	73.00

(d) & (e) : Yes, sir. An amount, equivalent to 2% of the Net distributable Profit, is to be allocated on CSR activities.

Annexure

Details of Corporate Social Responsibility (CSR) activities undertaken in PSUs under Ministry of Steel.

Steel Authority of India Limited (SAIL)

Apart from the business of manufacturing steel, the objective of the company is to conduct business in ways that produce social, environmental and economic benefits to the communities in which it operates. CSR activities of SAIL include activities such as

providing education, medical and health care facilities, access to water facilities, cultural and recreational facilities and improving roads and connectivity besides ancillary development in the peripheral areas around the plants. Sponsorship of sports activities are being undertaken at the Corporate Level and various sporting events like Nehru Champion Colleges Hockey Tournament, Chennai Open of Tamil Nadu Tennis Association and SAIL Inter village football tournament at Chiria mines are being sponsored.

Rashtriya Ispat Nigam Limited (RINL):

RINL carries out CSR works which include Environmental care, Community Health Care, People Care, Cultural Efflorescence and Peripheral Development.

Manganese Ore (India) Limited (MOIL)

CSR activities undertaken by MOIL cover education, Community Development including adoption of villages, providing medical assistance and creating environmental awareness. Educational activities involve construction of primary schools, reimbursement of the tuition fee for children, providing text books, uniform and stationery free of cost, providing scholarship to meritorious children hailing from the surrounding villages, and other places adjoining the mines of MOIL. Community Development activities covered construction of bus stops, constructions of drains and culverts, provision of drinking water, and construction of public utility structures such as community centers. Under medical care medical assistance was provided to villagers living around the mining areas and medical camps were also organized. MOIL has promoted environmental awareness and encouraged the villagers to plant trees. Assistance was provided through supply of free saplings and guidance in planting the tress. Large scale plantations were taken up by MOIL by planting plants on the road dividers and traffic islands in Nagpur.

Kudremukh Iron Ore Company Limited (KIOCL)

The various CSR programmes and schemes undertaken by the company during the past years involve activities such as running of Central School, distribution of books and other financial assistance to the educational institutions, distribution of medicine and other medical facilities to the tribal population and other people of nearby areas, providing drinking water, operation of midday meal for poor children, community development activities such as constructions of buildings and provision of equipment to the hospitals, and constructions of bridges.

National Mineral Development Corporation Ltd. (NMDC)

NMDC carries out the CSR activities in the project areas such as providing new school buildings and additional classrooms, free educational facility in the project schools to children of local tribal, including providing free school uniform, textbooks, stationery items, cash awards, cash awards to meritorious students., providing free medical treatment in the project hospitals to local tribals and villagers, conduct of free health camps, providing drinking water to the nearby villages by constructing open wells and hand pumps, construction of all-weather roads connecting neighboring villages

Sponge Iron (India) Limited (SIIL) :

SIIL implements CSR programmes in the tribal villages around the plant for the welfare of the tribal population. For 2007-08, the entire budgeted amount is being spent on providing additional rooms in the school building where education is provided to the children of tribal population of nearby villages.

MSTC Limited:

The CSR schemes in MSTC consists of payment of maximum of Rs. 1 lakh per annum to any charitable organizations dedicated for upliftment of poor and destitute children, women, old age persons, artists and musicians students. Higher amounts are given in deserving case. Contributions have been made for adoption of orphan children who have potential to become good sports persons, procurement of ambulance for rural areas by NGOs dedicated to social and charitable work, payment of scholarship to poor school children, funding for equipments in small medical centers/blood donation organizations, one time payment to libraries of schools and poor educational institution for purchase of essential goods.

Ferro Scrap Nigam Limited (FSNL) :

Under CSR programmes, FSNL distributes books, notebooks, uniform cloths to the meritorious students, belonging to SC, ST and OBC communities. Other activities like development of playgrounds providing sports material, construction of additional room and halls with infrastructural facilities are provided on need basis. FSNL has identified ten schools, located in villages nearby FSNL's production units at Rourkela, Burnpur, Bhilai, Bokaro, Vizag, Durgapur, Dolvi, Duburi, Raigarh and its Corporate Office, for undertaking the CSR programmes.

Bharat Refractories Limited (BRL)

The areas earmarked for CSR activities in BRL are providing school bus facility for the students of the nearby villages, running a primary schools at Bhandaridah and Ranchi Road locations for the benefit of nearby poor people, running a DAV school at Bhandaridah upto class XII level with all facilities at concessional fees and providing free medical facility at Bhandaridah Refractories Plant.

MECON Limited:

MECON carries out activities related to community development for the development and welfare of SCs, STs, OBCs, minorities and

weaker section of the society in the slum areas/backward areas of Ranchi and nearby villages.

Hindustan Steelworks Constructions Ltd.(HSCL) :

Though HSCL is committed to carrying out CSR programmes, however, due to its adverse financial position, the company is not able to implement CSR programme.